



# MISSISSIPPI DEPARTMENT OF REVENUE

Sales and Use Tax Bureau

Notice 72-22-12

August 12, 2022

## NOTICE TO ALL TAXPAYERS SUBJECT TO THE CLINTON TOURISM, PARKS, AND RECREATION TAX FOR THE CITY OF CLINTON

House Bill 1747, as passed during the 2022 Regular Session of the Mississippi Legislature, authorizes a special tax to be levied on certain businesses located in the corporate limits of the City of Clinton, Mississippi. The Bill levies a two percent (2%) tax on the gross proceeds of sales of prepared food and beverages at restaurants within the corporate limits of the City of Clinton. The Mayor and the Board of Aldermen adopted, by resolution, their intent to levy said tax on July 12, 2022. The effective date of the imposition shall be September 1, 2022. This special tax may be cited as the Clinton Tourism, Parks and Recreation Tax.

This special tax is levied at the rate of two percent (2%) on the gross proceeds of restaurants and bars within the City of Clinton.

**\*\*\* Note - Restaurants within the City of Clinton will now collect the two percent (2%) Clinton Tourism, Parks, and Recreation Tax in addition to the seven percent (7%) retail rate of tax for a total of nine percent (9%).**

For purposes of this levy, the term "restaurant" means all places within the corporate limits of the city where prepared food and beverages are sold for consumption, whether such food is consumed on the premises or not. The term "restaurant" does not include any school; hospital; convalescent or nursing home; and restaurant-like facility operated by or in connection with a school, hospital, medical clinic, convalescent, or nursing home providing food for students, patients, visitors, or their families.

**IMPORTANT INFORMATION FOR RESTAURANTS AND BARS:** Beginning September 1, 2022, continue collecting the seven percent (7%) sales tax and report this on your sales tax return using rate code 74. In addition, you should begin collecting the additional two percent (2%) special tax and report this on your sales tax return using rate code 92. Hotels or Motels with restaurants should continue to remit special tax on the gross income of hotels and motels at rate code 94 and the special tax on restaurant gross proceeds at rate code 92.